App. F. IX-4

1929-30 (L.Dv.)

File No. 14-29

Previous References
Secy. 30-26 (5617)

Serial Nos. 1 to 9, 12

Later References
LR 145-30(475)
R m. 96.32 (Lm 21-38(142)
Lm. 22-33 (P.W)
Lm. 736(1-)

General and Revenue Secretariat.

ES 41 20-14
11-21-29-14.

Serial Nos. 10

Part B for March 1930.

SUBJECT

Government assistance to be given to the Land Mortgage Bank.

Sb. 12. No. G. 10932 dt. 7.3.1930.

To The President. Land mortgage Bank.

State that Govt. note with appreciation that he is willing to accept the ardurous responsibility of keeping in close touch with the office in giving the affairs of the Bank the benifit of his personal guidance in the initial stages

(For Disposal at a Meeting)

No. C. /24

of 1929-30.

GENERAL AND REVENUE SECRETARIAT.

Council Matter.

SUBJECT.

(Clause xii of the schedule)

Government Assistance to be given to the Land Mortgage Bank.

CIRCULATED TO THE MEMBERS OF COUNCIL.

By Order,

15th November 1929. Offg: *Chief Secretary to Government.*

~~Extraordinary Member of Council.~~

First Member of Council.

Second Member of Council.

Third Member of Council.

Seen. RR 28/11

For favour of final Not

Third Member.

18/11

J. S. M. Sudan, 18/11/29

Sudan

F. N. Signed by Member 18/11

16/11/29.

Subject:

GOVERNMENT ASSISTANCE TO BE GIVEN TO THE LAND MORTGAGE BAN

Orders of Government have issued approving the By-laws of the Bank as also the Rules under the new provisions of the Regulation relating to Land Mortgage Banks.

Orders of Government constituting the first Board of Directors of the Bank are under issue.

It is considered necessary that a brief Prospectus should be issued by the Bank explaining its objects and scope and indicating in it the assistance which the Bank will receive from Government.

The question of the form and extent of Government help has now to be decided.

It is proposed that Government should help the Bank:

I. By offering concessions which will render the debenture to be floated by the Bank attractive, and

II. by subsidising towards the cost of working of the Bank in the initial stages.

Any assistance that the Government might render as above ~~two~~ need not, however, be for all time but only for a stipulated period until the work of the Bank develops sufficiently to enable it to carry on without Government aid.

I. As regards popularising debenture issues, the assistance to be given may be considered under the following four heads:

(1) Guarantee by Government of the repayment of the principal of the debentures at maturity.

(2) Guarantee of the payment of interest on the debentures at a certain rate.

(3) Exemption of the debentures from liability to income-tax.

(4) Investing of Government funds in the Bank by the purchase of debentures.

2) In order to popularise the debentures and attract capital it is considered necessary that Government should definitely guarantee the principal and interest of debentures. It is very doubtful, if in the present conditions in Mysore, money will flow in freely if Government do not back up these debentures by guaranteeing the principal. Even in the advanced countries of the West, Governments are assisting such banks either by way of guaranteeing the principal and interest on the debentures issued by the Banks or by placing State funds on a large scale at the disposal of these Banks free of interest charges. In Ireland the debentures issued by the Agricultural Credit Corporation are unconditionally guaranteed both as to principal and interest by the Government of the Irish Free State. The Ceylon Land Mortgage Bank Committee have strongly recommended that Government should definitely guarantee the principal and interest on debentures which should be constituted by law a charge upon the revenue of the Island.

3) As regards the rate of interest to be guaranteed by Government it is desirable that the rate should be no more than the rate at which Government are likely to raise loans in the near future. The Finance Department is of the opinion that the next issue of State Loan will have to be at a rate not exceeding 5%, free of income-tax. It is not desirable, therefore that Government should guarantee a higher rate than 5% in the case of debentures to be floated by the Land Mortgage Bank.

4) As the loan proposed to be floated by Government will be free of income-tax, the same concession may be allowed in the case of debentures to be issued by the Bank also.

5) In regard to investment of Government funds by purchase of debentures, Government have already promised that they would purchase debentures to the extent of Rs.5 lakhs at the rate of Rs. One lakh in the first two years and the balance of Rs.3 lakhs in amounts equivalent to the amounts raised by the Bank from the public in any particular year. A provision of one lakh of rupees for the purchase of debentures has also been made in the current year's budget.

6) The assistance to be rendered by Government under this head may therefore be fixed as follows:-

(1) Government to definitely guarantee the repayment of principal of the debentures and the payment of interest at a rate not exceeding five per cent per annum free of income tax. This concession to apply to debentures issued by the Bank within the first five years only.

(2) Investment of Government funds up to a limit not exceeding Rs.5 lakhs by purchase of debentures at the rate of Rs. One lakh in the first two years and the balance in amounts equivalent to the funds raised from the public in any particular year during the remaining three years.

7) II. As regards Government bearing the cost of working of the Bank the assistance to be rendered might be limited to the first two years of the working of the Bank. I have carefully examined the estimate of the cost of working for the remaining six months of the current year as well as for the next year with a view to keeping the cost at the absolute minimum. It is found that the cost will not be less than Rs.7,500 for the current year and Rs.15,000 in the next year, allowing for the development of the work of the Bank and the consequent need for extra expenditure on establishment and other charges.

8) It is suggested that Government may bear the entire cost of working of the Bank for the ~~current~~ first year, and as regards ~~next~~ the second year, Government might bear two-thirds of the cost of working subject to a maximum of Rs.10,000. Such a limitation will provide an incentive to the Bank to keep down the working costs.

9) The above proposals were discussed with the Financial Secretary who agrees that they are reasonable and may be sanctioned.

Put up for favour of remarks if any

Sec
15/11/29

I have no objection to the above proposals. I would suggest that a proviso to clause (1) that the concession should apply to debentures issued by the Bank up to a maximum of Rs 5 lakhs in respect of the aggregate limit. This will do for the present. 15.11.29.

Seria No.

11 Memorandum of the qualifications proposed for Govt Secrs—

Mr Kapur's brief are:—

(1) Govt to guarantee to debenture holders in the Land Mortgage Bank, the repayment of principal, & with interest to not to 5% p.a. in consideration this guarantee to apply in respect of debentures for the first ten lakhs—

(2) Govt to meet the entire working expenses of the Bank for ~~ten~~ two years of the cost subject to a max. of Rs 10,000 for the second year. The cost for the current year is estimated at Rs 7,500 & for this an addl grant is to be sanctioned—

If the Council approves, this may be considered at the meeting of Council today

Sd
15.11.29

12 May be considered at today's meeting

Sd
15-11-29

13 Sub
Sd
15.11.29

First Member

Second Member

OSB
15/11/29

WD 01684—GP—1000—24-29

Approved by Council

14 The 3rd Member [illegible]

Extract from the Proceedings of the 847 *Meeting of the Council of His Highness the Maharaja, held at Bangalore on the* 15th November 1929. *19*

1. Subject. - Clause xii of the schedule.

Government assistance to be given to the Land Mortgage Bank.

OPINION OF THE COUNCIL.

The Third Member's proposals may be approved.

(Signed) Mirza M

Dewan of Mysore.

Final Note by the Third Member of Council.

16)

Subject:— Government assistance to be given to the Land Mortgage Bank.

A scheme for starting a Land Mortgage Bank in Mysore was sanctioned by Government in April 1928 and as it was subsequently decided that the Bank should, as recommended by the Royal Commission on Agriculture in India, be started in connection with the Co-operative movement, the necessary amendments to the Co-operative Societies Regulation have been made by Regulation V of 1929 which received His Highness' gracious assent in July last.

A Deputy Registrar of Co-operative Societies has been appointed to assist the Registrar in dealing with the work relating to the Land Mortgage Bank. Rules to be issued under the Regulation and the draft of the first Bye-laws of the Bank which, under the Regulation, have to be approved by Government have been framed and issued. The first Board of Directors too have to be nominated by Government and these have been appointed. Rajasabhabhushana Mr. K.R. Srinivasiengar, retired Member of Council, has consented to be the Chairman of the Board.

Government have also undertaken to give financial assistance to the Bank to the extent of Rs.5 lakhs by taking debentures and promising to guarantee interest on the debentures. It is found that in order to popularise the debentures and attract capital it is necessary that Government should guarantee the principal as well as the interest on the debentures. In some of the advanced countries of the West, Governments are assisting such Banks by guaranteeing both principal and interest on the debentures issued. For instance, in Ireland the debentures issued by the Agricultural Credit Co-operation are guaranteed both as to principal and interest by the Government of the Irish Free State. The Ceylon Land Mortgage Bank Committee have strongly recommended that Government should definitely guarantee the principal and interest on the debentures, which should be constituted by law a charge

(8

upon the revenue of the Island.

It is felt that under the conditions obtaining in Mysore, unless the Government guarantee the repayment of the principal also, sufficient capital is not likely to be attracted.

In regard to the working expenses of the Bank, it must have some money to start work, and it is considered necessary that the Bank should receive substantial assistance from Government in regard to the working expenses for at least two years. It is estimated that the cost of working inclusive of office establishment, executive establishment for valuators of lands, etc., will be not less than Rs.15,000 per annum.

These points have been discussed with the Financial Secretary, and I have, in my note of the 15th November 1929, proposed that (i) Government should guarantee to debenture holders in the Land Mortgage Bank the repayment of the principal as well as interest limited to 5 per cent free of incometax, this guarantee being only in respect of debentures for the first 10 lakhs and (ii) Government should meet the entire working expenses of the Bank for one year and two-thirds of the cost (subject to a maximum of Rs. 10,000) for the second year. The cost for the remaining part of the current official year is ~~sanctioned~~ estimated to be Rs.7,500 and for this an additional grant will have to be sanctioned.

The question was considered in Council on the 15th instant when it was resolved that my proposals as above may be approved. I solicit His Highness' gracious sanction to the recommendations of the Council.

Bangalore,
18th November 1929.

MEMBER OF COUNCIL.

Submitted to His Highness.

17/ I submit herewith a Final Note by the Third Member of Council on the subject of Government Assistance to be given to the Land Mortgage Bank,

for His Highness' gracious approval.

Mirza M. Ismail
Dewan.
23-11-29

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Government assistance to be given to the Land Mortgage Bank.

232

Order.

19 KRW
30/11/29

Mung
3/12/29

19
3.12.29

General and Revenue Secretariat — File No. 1h — of 1929

Serial No.

21) Dfts (1) G.O. & (2) Letter &
Regr CS for appl

3° Member

4 12 29

4.12.29

23) Issue

4/

Cl
4

H. Com. 1160
dt 4-12-29

24) For financial Secy's opinion, please see Page 8.
Draft again sent.

25) Issue
4/12/29

Communicated
1 To
The Registrar of Cooperative Societies
The Comptroller through the Financial Secretary
The Commr of Income tax
No & 6961-4 dt 4.12.
Sanctions certain concessio to facilitate the working and development of the G. N. Bank.
The Registrar of Cooperative Societies
No & 6945 dt 6.12.1929
Calls for proposals relating to the Scale & establishment and the estimat details & expenditure of the G. N. Bank

Serial No.

From the President Land Mortgage Bank
D.o — 8 5.12.29
Reports on the requirements of the Bank in regard to establishment, Contingt. T.A etc
Orders thereon.

26/ Copy of the proceedings not reqd. Subd for perusal. The Registrar may be consulted in continuation of ~~the~~ letter already sent herein.

3rd Member Subd N.R. 6.12.29

27/ Yes. I ~~have~~ gave him a copy of this letter which Mr. Srinivasaraghavan sent to me.

Subd K.M. 8/12/29
Subd N.R. 9/12

28/ Draft subd
Subd K.M. 11/12/29

29/ Issue Clr 11.12.29

To The Registrar of Co-operative Societies

No 97182 dt 12.12.29

Requests to expedite the submission of the proposals for the establishment and other expenditure required for the Bank.

Subd N.R. 13/12/29

Note—Contn. Sheet

3395
37/4 (45

App. F. III (2)

General and Revenue Secretariat

Ltr File No.

Serial No.

Sl. 5
Do no 329 19.12.29 from the President Ltr Bank forwg a copy of letter of 12.12.29 to the Regr Cl
Placed in the file
HB
19/1/1930

6

From the Registrar C.W.& B.S
No 34574 C&S 19/20.12.29
~~Forwards copy of letter~~
Forwards with his recommendations a copy of letter no 139 12-12-29 from the President, L. M. Bank about the delay in expenditure estimated to be expended during the rest of the current year.

30) Subd with a draft Lr for consideration. The Financial Secretary may be consulted if appd, about the rates of hill allowances proposed by the Registrar
HB KF
21/12/29

31) Please type on half margin as revised
Clerk 20.12.29

32) Subd with a typed copy of the draft
HB
23/12/29

33) Opl. for approval
Clerk 23.12.29

Secy
3rd Member
Through Fl Secy

HB
24.12.29

34) I am not in favour of giving power to the Bank to utilise savings in the Imprest made for establishment for other purposes without reference to Govt.

35) My suggestion (a) - (b) is that no sitting fees need be paid to the President and other resident members during the first one or two years. The rates of Rs 5 may be paid to members coming from the

8150
26/12/29

R2137
24/12/29

63/23
2/1

—Contn. Sheet

Serial No.

ing with road mileage & railway fare as proposed.

The question of giving to the President the whole of his tour may be left for consideration when the matter is seen.

L
29.12.29

36/ (Please see comments on the margin of the draft)
I agree with the Secretary with his remarks on the margin of the draft letter.

37/ A revised draft p. & copies of the draft re. the last paragraph in lieu may be kindly furnished (with the approved by-laws).

KG
3.1.30
Ca
6/1

38/ Submitted with a revised draft p. & a draft letter to the President. A copy of the by-laws are put up.

39/ In regard to the appointment of the Secretary by the Bank & of the Valuators by Govt referred to by the Hon'ble Member on the margin of the first draft, it is submitted that, in by-law 6 3, the Secretary is stated to be one of the Officers bearers & that in 6(4) the President shall have power to appoint members of establishment ~~not~~ carrying a pay of not more than Rs 50 per mensem. It is

General and Revenue Secretariat.

File No. L m 16 of 1929.

Serial No.

It is therefore doubtful ~~whether~~ whether the Bank can appoint a Secretary. Under bye-law 88, the appointment has to be in the first instance be made by Govt.

(40) In regard to Valuators, in bye-law 69 it is stated that the valuation of the properties shall be made by the Bank. It therefore appears necessary that the valuators should be appointed by the Bank.

(41) Subd for orders. The revised proposals of the President re T.A. & sitting allowances have not yet been received.

10/1/1930

Secy

Cen 10.1.30

Re the appointments of Secretary of the Bank and of the other offrs:

(42) The ~~auth~~ effect of the bye-laws seems to be that all appointments are to be made by the Bank (and not by Govt), and that the President can exercise this power on behalf of the Bank, subject to the appl of the Bd of Directors in cases of posts of more than Rs 50 p.m. I doubt if it is that the appl of Govt is necessary.

(43) If this view is accepted, the offr will be suitably recas

Bd Members

under clause 65(a) the Bd. of Dirs. have power to appoint an Hony Treasurer. They may also, perhaps, appoint the Secretary, who under cl. 66 shd. be salaried offrs Cen perhaps,

the they want an experienced Dy. Secy. for the work Govt will have to appoint him Cen

General and Revenue Secretariat

File No. 4

Serial No.

45) I shall discuss these points with the Delegation when it comes to Geneva (1.30 PM)
Lee
13.1.30

46) The question whether the Secretary is to be appointed is not clearly indicated in the by-laws.

47) He is a salaried official, but is classed with the President, & Treasurer as among the officials. His responsibility to the Executive administrates the Bank subject to the control of the President. He should therefore be appointed by the BIS Directors subject to the approval of Govt. This should be made clear, if necessary, by an amendment of the by-laws.

48) The present appointment may be approved ~~subject to~~ as a temporary arrangement only.

49) I append the other papers in this despatch. It may not be entirely convenient to issue Emy the Commissioner adequate powers for stating my entire views.
So far I have not discussed or entered into any undertakings for such purpose
(Para 30 of notes) Lee

WD 066—GPB—30,000—26-7-29

7/2

3715 √4290 √~~4447~~ 4614

L M 17.

App. F. III—2]

General and Revenue Secretariat. File No. 14 of 1929

Serial No.	
50/	Submits a draft l.n. & a draft ~~[illegible]~~ l.n. in regard to modification to bye laws 66. The other draft to the President, L.M. Bank approved by the Secretary is also for yours. JAM KB 1/2/1930 51/ 3 dfts for approval (Secy) 3d Member)

Cl 12/2/30

12 2 30

Cl 14/2

√ Two drafts appd. Please issue & resubmit

14.2.30

15 2 30

Cl 15/2

For financial Secy's opinion please see paras 34 and 35 — pages 13 & 14.

Draft & fair sheet.

54/ Issue

19.2.30

Communicated

to Registrar of Co-operative Societies
to Revenue Commr
to President L.M. Bank
to Secs. & Bs
to Comptroller (wrongly & final sealed)

4614 (V I V)

App. F. III—2]

General and Revenue Secretariat | Y. M. File No. 14 of 1929.

Serial No.	
	No 9903-14 dt 18.2.1930 Sanctions the establishment etc. required for the Y.M Bank
9	To The Registrar of Cooperative Societies The President, Y.M. Bank
	No 9916-7 dt 18.2.1930 Modifies the bylaws about the appointment of the Secs of the Y.M Bank.
	55) Resubmitted after issue. JRD KD 20/2/30
	56) Ref para 02 (3rd Abst)
8068/20/2	Ch 20.2.30
	57) Please put up a clean copy as revised of the letter to the Presdt NR 27 2 30 Ch 28/2
	58) Subd with a typed draft. JRD 1/3/30 Secy to 3d Member)
8469/3/3	Ch 1.3.30 NR 3 3 30 Ch 3/3
	3/3/30 Secy NR

46th

App. F. III—2]

General and Revenue Secretariat. Y. M. File No. 14 of 1929.

Serial No.	
12	To the President Y. M. Bank Do. No 910932 dt 7.3.1930 States that Govt note with appreciation that he is willing to accept the arduous responsibility of keeping in close touch with the office & guiding the affairs of the Bank for benefit of the personal guidance in the initial stages

Pl. see
7/3/30
JM
24/3/30

NOTE—Contn. sheet.

WD 066—GPB—30,000—26-7-29

Proceedings of the Government of
His Highness the Maharaja of Mysore.

L.M.14-29-1

Read-

G.O.No.G.11438-44/San.3026-7 dated 10th April 1928 passing orders about the establishment of a Central Land Mortgage Bank at Bangalore, and ~~annexing~~ Memorandum

2. G.O.No.G.5927-8/L.M.4-29-3 dated 11 November 1929 issuing Bye-laws for the working of the Mysore Co-operative Land Mortgage Bank.

3. Notification No.G.5929/L.M.4-29-4 dated 11th November 1929, issuing rules relating to the Land Mortgage Bank and local Land Mortgage Societies.

4. Govt. Notification No.G.6127/L.M. 12-29-2 dated 15th November 1929 ~~about th~~ constitution ~~of~~ the first Board of -- Directors of the Land Mortgage Bank.

Order No. G 6941-4

Dated, Bangalore 4/12 Dec. 1929.

To facilitate the working and development of the Land Mortgage Bank, Govt. are pleased to sanction the following further concessions:-

(1) Govt. ~~hereby~~ will guarantee to debenture holders in the L.M.Bank the repayment of the principal amount of the debenture bonds at maturity, as well as payment of interest as it falls due, limited to 5% p.a. free of income tax, this guarantee being restricted to debentures

permitting the Bank to issue debentures upto twenty lakhs with the previous sanction of Govt. and guaranteeing interest on these debentures at a rate not exceeding 5%

N

issued for the first 10 lakhs only. The subsequent issue will be governed by para 5 of Govt. letter No. 4-1918 dated above.

2. Govt. are also pleased to meet for the first year the entire working expenses of the L.M.Bank which are estimated to amount to Rs.15,000, and two thirds of the working expenses (subject to a maximum of Rs.10,000) for the second year.

The cost for the remaining part of the official year is estimated to be -- Rs. 7500. A demand for an additional -- grant of this amout to the Budget of the Department of Co-operative Societies will be placed before the next session of the L.C.

4 12 29

Secretary to Government,
Development Departments.

To

The Registrar of Co-operative Societies in Mysore.
The Comptroller to Govt. Thro(Finl. Sectt.
Press. Table.

S. O.

Government of his highness the Maharaja of Mysore.

GENERAL AND REVENUE DEPARTMENTS.

G. O. No. G. 6941-4—L. M. 14-29-1, dated 4th December 1929.

Mysore Co-operative Land Mortgage Bank.

Issues orders about the grant of certain concessions to the ——.

READ—

Government Order No. G. 11438-44—San. 30-26-7, dated 10th April 1928, passing orders about the establishment of a Central Land Mortgage Bank at Bangalore and among other matters permitting the Bank to issue debentures up to twenty lakhs of rupees with the previous sanction of Government and guaranteeing interest on these debentures at a rate not exceeding 5 per cent.

2. Government Order No. G. 5927-8—L. M. 4-29-3, dated 11th November 1929, issuing Bye-laws for the working of the Mysore Co-operative Land Mortgage Bank.

3. Notification No. G. 5929 L. M. 4-29-4, dated 11th November 1929, issuing rules relating to the Land Mortgage Bank and Local Land Mortgage Societies.

4. Government Notification No. G. 6127—L. M. 12-29-2, dated 15th November 1929, constituting the first Board of Directors of the Land Mortgage Bank.

ORDER No. G. 6941-4—L. M. 14-29-1, DATED 4TH DECEMBER 1929.

To facilitate the working and devolopment of the Land Mortgage Bank, Government are pleased to sanction the following further concessions:—

(1) Goverament will guarantee to debenture holders in the Land Mortgage Bank *the repayment of the principal amount* of the debenture bonds at maturity, as well as payment of interest as it falls due, limited to 5 per cent per annum *free of income-tax*, this guarantee being restricted to debentures issued for the first ten lakhs of rupees only. Subsequent issues will be governed by the provision of para 5 of the Government Order of 10th April 1928 read above.

(2) Government will meet for the first year the entire working expenses of the Land Mortgage Bank which are estimated to amount to Rs. 15,000, and two-thirds of the working expenses (subject t a maximum of Rs. 10,000) for the second year.

The cost for the remaining part of the official year is estimated to be Rs. 7,50(A demand for an additional grant of this amount to the Budget of the Department c Co-operative Societies will be placed before the next session of the Legislative Council.

Secretary to Government,
Development Departments.

To—The Registrar of Co-operative Societies in Mysore.
The Commissioner of Income-tax.
The Comptroller to Government, through the Financial Secretariat.

PRESS TABLE.

Exd.—P. S. R. N.

W D 1628—GPB—475—11-12-29

L.M. 14-29-2

To

The Registrar of Co-operative
Societies in Mysore,
B a n g a l o r e.

Sir,

I am directed to request you to -- obtain from the Board of Directors of the L.M.Bank, and forward for the orders of Government as early as possible proposals relating to the scale of establishment and the estimated details of expenditure of the L.M.Bank. I am to add that it i understood the annual expenditure is not to exceed Rs.15,000 p.a.

I have etc.,

4/12/29

Secretary to Government,
Development Departments.

BANGALORE CITY

DATED 5th December 1929.

From

RAJASABHABHUSHANA

K.R. SRINIVASIENGAR, Esq., M.A.,

President, The Mysore Co-operative

Land Mortgage Bank, Ltd.,

B A N G A L O R E.

To

N. Rama Rao, Esq., B.A., B.L.,

Secretary to the Government of H.H. the Maharaja of Mysore,

Development Departments,

B A N G A L C R E.

Sir,

With reference to Government Notification No: G.6127/L.M. 12-29-2 dated 15th November 1929 sanctioning the appointment of the first Board of Directors of the Mysore Land Mortgage Bank, I have the honour to state that the first meeting of the Board was held by me on the 29th ult. A copy of the Proceedings of the Board is herewith enclosed for the perusal of Government.

2. The old Provincial Co-operative Bank building has been taken up for the office of the Land Mortgage Bank on a monthly rent of Rs.60/- from 1st November last. Action has been taken to equip the office with the necessary furniture, stationery and other requisites and to employ the necessary staff to start the work without loss of time. As money is urgently required to meet the expenditure under these heads, I request that orders of Government may be issued early placing at the disposal of the Bank the allotment proposed to be sanctioned for the establishment and other charges during the current year. Pending the receipt of the order, I have, with a view to avoid delay, arranged to obtain the necessary articles of equipment and entertain the

the required staff for attending to the Bank's work, in respect of which share applications and other communications are already being received daily.

3. I am given to understand from Mr. M.S. Ramachandra Rao that it is proposed to sanction Rs.7,500/- for meeting the Bank's expenses - including the initial equipment charges during the current year. I do not know if the Government will merely place this amount at the disposal of the Bank giving the Bank a free hand in respect of its utilisation, or if it is proposed by Government to fix also the scale of expenditure under each main head for the guidance of the Bank. I request that this point may be made clear in the order to be issued by Government. In either case I would beg leave to make the undermentioned observations for the consideration of Government.

I think a scale should be fixed with discretion to Board to vary + modify within the total limit. The variation to be reported to Govt

4. I understand that the estimate of Rs.7,500/- furnished by Mr. M.S. Ramachandra Rao for the current year's office charges of the Bank has been prepared on the undermentioned basis:

		Total for the half year.
I. Office staff..		
1 Secretary on Rs.100/- per month for 6 months.		
1 Clerk " " 50/- per month for 6 months.		
1 Typist " " 40/- per month for 6 months.		
3 peons " " 12/- each per month		
Total ... 226/- per month		Rs.1,356/-
II. Inspecting staff.		
2 Valuators on Rs.100+35 each per month for 6 months.		
2 peons " " 12/- each per month.		
Total ...Rs.294/- per month.		Rs.1,764/-
T.A. to above: Lump sum for 6 months.		500/-
III. Fees and Travelling allowances of Directors.		Rs.1,500/-
IV. Contingencies:		
(1) House rent and lighting for 8 months at 75/- per month.		Rs. 600/-
(2) Printing and stationery... ...		Rs. 600/-
(3) Postage		Rs. 500/-
(4) Furniture		Rs. 500/-
(5) Miscellaneous Charges		Rs. 100/-
Total ...		Rs.7,500/-

5. With regard to the provision made for contingencies and the fees and travelling allowances of Directors I have no remarks to offer, except that the Bank should be given liberty to utilise any savings under one sub-head for extra expenditure necessary under another, as it is impossible to forecast accurately the requirements under each head. Regarding the rates of sitting fees and Travelling Allowances to be paid to Directors, orders of Government are necessary, and I shall make a separate reference in the matter. Regarding the provisions made for Valuators, the scale of pay suggested by Mr. M.S. Ramachandra Rao may be treated as the maximum, the actual pay to be given in each case being left to be determined by the Bank according to the merits and qualifications of the candidates. Mr. M.S. Ramachandra Rao has provided for the pay of the Valuators and their staff for 6 months. As the Valuators will not have to be employed till the Bank is in a position to entertain and sanction applications for loans -which may take about a couple of months- it will be sufficient to provide for their pay for only 4 months during the current year, thus effecting a saving of Rs.500/- under this head which may be utilised for incurring extra expenditure that may be required for office staff etc., as explained below. With regard to office establishment, provision has been made by Mr. M.S. Ramachandra Rao for only two hands on Rs.50/- and Rs.40/- per month each, in addition to the Secretary. In view of the large volume of work that will have to be got through, particularly in connection with the organization of the office, I think that two hands may not be sufficient. I would therefore propose the entertainment of 3 hands -an accountant on Rs.75/-, a clerk on Rs. 50/- and a typist on Rs.40/-, these salaries being the maximum, the actual salary to be paid in each case being left to be determined according to merits. The extra expenditure in excess of the provision made in this head will be met from the savings under Valuators as stated above.

6. Regarding the Secretary whose pay has been proposed to be fixed at Rs.100/- per month, it is necessary to have a clear

clear conception of his duties and responsibilities along with those of the President of the Bank. Under the Bye-laws approved by Government the Secretary of the Bank is to be responsible for its executive administration, while the President is to have general control over all the affairs of the Bank. This Bank is the first of its kind in the State having some special features of its own, and is in the nature of an experiment the results of which will be of the greatest consequence to the welfare and prosperity of the agricultural population of the State. Its success depends entirely on the care, caution and foresight brought to bear on its working in the initial stages. Further, a great deal of preliminary work has got to be done in organising the office and getting ready the necessary forms, accounts, registers, etc., before the regular working of the institution an be started. If the Secretary is to be responsible for all his work and for the executive administration of the Bank, so as o develop it on safe and sound lines, he should be a person of onsiderable administrative and also banking experience with a eputation for character and honesty. With such a Secretary, he President's function will only be that of general supervision s that of the Chairman of the Mysore Bank, or the President of he Bangalore Central Co-operative Bank. He will not have to ttend the Bank daily but may pay only occasional visits thereto hen necessary, the Secretary sending up to him and consulting im on important matters requiring his consideration or that of he Board. A Secretary of this kind cannot be had for anything ike Rs.100/- provided for the place by Mr. Ramachandra Rao, and may be necessary to pay him 4 or 5 times the amount if a content man is to be appointed to the place. With a Secretary Rs.100/- per month, he can only be nominally responsible for e administration of the Bank, and the actual responsibility ll devolve on the President, who will practically have to perrm the functions of a Managing Director. He will have to be the Bank regularly every day for several hours and attend himlf to almost all the business of the Bank. I do not know if, President, I shall find it possible to do this work for any

any length of time. In view however, of the importance of the work and the necessity for close and constant touch with the office at the initial stage together with careful guidance, I am willing to undertake the work for the time being, if the Government desire it. on the understanding that if any time I find it difficult to stand the strain. the Government will ~~then~~ be pleased to relieve me of it and arrange for the appointment of a competent and qualified Secretary who can take up the responsibility.

I have the honour to be,

Sir,

Your most obedient servant,

PRESIDENT.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

No. G. 7012 / L.M.

Dated, Bangalore, 6/12/39

From

N. RAMA RAO, Esq., B. A., B. L.
Secretary to the Government of His Highness the Maharaja of Mysore,
Development Departments.

To

Rajasabhabhushana
K.R. Srinivasiengar, Esq., M.A.,
President, The Mysore Co-operative
Land Mortgage Bank, Ltd.,
Bangalore.

Sir,

I am directed to acknowledge the ___ipt of your letter of the 5th instant about the establishment etc., for starting the Land Mortgage Bank and state that your proposals are receiving consideration.

I have the honour to be,
Sir,
Your most obedient servant,

Draft 6/12

for Secretary to Government,
Development Departments.
JP/

Appendix F G—1

SUBJECT.....

.....

.....

Section C.M

Diary No. of letter replied to 3395

File No. 14-29

Serial No. 4

No. 97182.

General and Revenue Secretariat

( )

the 192

To The Registrar of Co-operative Societies

Date of issue 12-12-29

Signed by Mr. C.E.A.

C.M

H.M

calling for proposals

In continuation of this office letter no. G. 6945/C.M 14-29-2 dt 4/12/1929 on the scale of establishment & details of expenditure required for the C.M Bank, and with reference to letter dt 5.12.29 from the Private Secretary to His Highness the Yuvaraja

List of enclosures.....

Copied by.....

Examined by.....

WD 063—GPE—20,000—1-8-29

HE MYSORE CO-OPERATIVE LAND MORTGAGE BANK, LTD.

ALBERT VICTOR ROAD. CHAMARAJPET.

D.O. No: 32 / Conf: 1

20 DEC 1929

RAJASABHABHUSHANA
K. R. SRINIVASIENGAR, M.A.,
PRESIDENT.

BANGALORE CITY.

DATED 19th December 19 29

Dear Sir,

I enclose herewith for your perusal a copy of my letter no: 32 dated 19th December 1929 to the Registrar of Co-operative Societies, in which I have, among other things, asked him to obtain the approval of Government regarding the appointment of a Secretary. As I am going to Madras tomorrow on some urgent private business and may be away for about a week or 10 days, I have instructed Mr. K.A. Srinivasiengar who was appointed by me as Secretary for the time being, subject to Government approval, to attend to the current duties of the Bank in my absence.

Yours Sincerely,

PRESIDENT.

To
V. Rama Rao, Esq., B.A., B.L.,
Secretary to Government, Development Departments,
B A N G A L O R E.

a copy of which ~~is understood~~ has already been given to you by the 3rd. Mr. of Command, I am directed to request you to be so good as to expedite the submission of the proposals for the establishment & other expenditure required for the Bank ~~as already called for~~

I have the

&c
11.12.29

Dwight Mont

Encl

3/D

WHILE REPLYING PLEASE REFER TO
NO. 13

BANGALORE CITY,

DATED 12th December 1929

From

Rajasabhabhushana K. R. SRINIVASIENGAR, Esq., M.A.,
President, The Mysore Co-operative Land Mortgage Bank, Ltd.,
BANGALORE CITY.

To

The Registrar of Co-operative Societies in Mysore,
B A N G A L O R E.

Sir,

Adverting to your letter No:3067 C.S. dated the 10th instant, requesting that suitable proposals may be formulated by the Board of Directors in respect of the details of expenditure estimated to be incurred by the Land Mortgage Bank, I have the honour to invite kind reference to the letter addressed to the Secretary to Government, forwarded to you the same day, which embodies my views and proposals in the matter. Mr. Ramachandra Rao's estimate contains no provision for certain important items of expenditure such as the purchase of a typewriter, an iron safe and a cycle, which are all quite necessary for an institution of this kind; but I believe that it may be possible to meet them from the allotment sanctioned by Government by utilizing the savings that may be effected under one head for any extra expenditure required under other items, to which I trust that Government will have no objection.

2. As a great deal of preliminary work had to be done in the way of equipping the office, getting ready the required printed forms and registers, etc., and as applications for shares and other communications were coming in daily and had to be promptly attended to, I have started the Bank office from the beginning of this month, with the minimum establishment of a Secretary, and a clerk and typist and a couple of peons, and shall entertain any additional staff required as the necessity therefor arises.

3. With regard to the Secretary's appointment, I beg to invite reference to the views expressed by me in my letter to Government referred to above. As some one had to be urgently appointed to the place to help in the equipment and organization of the office and sign routine papers, and as the person selected had to be an active, intelligent and experienced man, who could not only attend to the office work satisfactorily, but also move about rapidly to attend to the preliminary details for the equipment, etc., of the office, I have appointed to the place, for the time being and subject to the approval of Government and of the Board, Mr. M.A. Srinivasiengar, B.A., retired District Sheristedar, on a salary of Rs.100/- per mensem from the 1st instant. Mr. M.A. Srinivasiengar, who recently retired from the post of District Sheristedar of Bangalore District, on a pension of Rs.75/- per mensem, has had a good official record, with a reputation for honesty and reliability. Besides his official experience, I understand that he has long been associated (as Director, and sometimes as Secretary) with the management of the City Co-operative Society, the Provincial Co-operative Bank and other important co-operative institutions in the City. Though retired from service, he is still quite vigorous and active and is capable of attending satisfactorily to the duties of the Secretary under my supervision. I therefore request that his appointment by me as Secretary for the time being, may be approved by Government.

I have the honour to be,
Sir,
Your most obedient servant,

K.R. SRINIVASIENGAR.

PRESIDENT.

"Copy"

38 fr 3715

No. 34524 C.

DEPARTMENT OF CO-OPERATION.
GOVERNMENT OF MYSORE.
OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES IN MYSORE.

Telegraphic Address: "CO-OPERT" BANGALORE

Dated, Bangalore, 19th December *19* 29.

Reply at once
Work up + subs
Continued

FROM

K. H. RAMAYYA, ESQ., B.A., BAR-AT-LAW,
REGISTRAR OF CO-OPERATIVE SOCIETIES IN MYSORE,
BANGALORE.

To

N.Rama Rao,Esq.,B.A.,B.L.,
Secretary to Government of Mysore,
Development Departments,Bangalore.

Sir,

With reference to your letter No.G.6945/L.M.14-29-2 dated 4-12-1929 and reminder thereon No.G.7182/L.M.14-29-4 dated 12-12-29 calling for proposals in the matter of the scale of establishment and details of expenditure required for the Land Mortgage Bank, I have the honour to forward, herewith, a copy of letter No.13 dated 12-12-29 received from the President of the Bank and to state as follows:-

Government have, in their Order No.G.6941-4/L.M.14-29-2 dated 4th November 1929, expressed their willingness to bear the entire working expenses of the Bank for a period of one year, subject to a maximum of Rs.15,000/-, and 2/3rd of the same, subject to a minimum of Rs.10,000/- for the 2nd year. The enclosed statement showing the estimated working expenses for six months during the current year has been worked out on the basis of Rs.15,000/- for the first year, and it may be approved. The establishment now proposed is on the lines recommended to Government by the President of the Bank himself. It is possible that the appointments of the Valuators may not be made so quickly, and there may be a savings under this head also. I, therefore, request that the scale of the establishment as proposed by me may be sanctioned, the Bank, however, being given the option of utilising the savings under the provision for establishment for other urgent items, such as, furniture, equipment, stationery and printing etc., without however effecting the scale fixed for the establishment. The appointments of the Secretary, Accountant, Clerk, Typist and peons may be made by the Bank itself as and when necessity

necessity arises for each post. The appointments of the Valuator whose pay is fixed at Rs.100 plus 35 should however be made by Government from among the experienced Deputy Amildars and one may be appointed immediately. The proposal of the President to appoi Mr.M.A.Srinivasa Iyengar,B.A., Retired District Sheristedar, as Secretary of the Bank, may be approved.

With regard to the scale of sitting fees and rates of T.A. payable to the Directors of the Bank, I beg to propose that the same may be fixed as follows:-

For road journeys	4 annas per mile
" journeys by railway	single 2nd class railwayf
attending each meetin the Board of Director (sitting fees).	Rs.10/- per day to the President.
	Rs.7-8-0 per day to the Directors.

I may add that, in these proposals, it is understood that the President of the Bank does not undertake any tours. Should he do so in the interests of the Bank, he will have to be given t same rates of T.A. as are allowed to retired Members of Council.

I have the honour to be,
Sir,
Your most obedient servant,

K H Ramayya

Registrar.

No.13 dated 12th December 1929 from the President, Mysore Co-operative Land Mortgage Bank,Ltd.,Bangalore, to the Registrar of Co-operative Societies in Mysore,Bangalore.

****

Adverting to your letter No.3067/C.S.dated the 10th instant, requesting that suitable proposals may be formulated by the Board of Directors in respect of the details of expenditure estimated to be incurred by the Land Mortgage Bank, I have the honour to invite kind - reference to the letter addressed by me to the Secretary to Government Development Departments, on the 5th instant- a copy of which was also forwarded to you the same day, which embodies my views and proposals in the matter. Mr.Ramachandra Rao's estimate contains no provision for certain important items of expenditure such as the purchase of a typewriter, an iron safe and a cycle, which are all quite necessary for an institution of this kind; but I believe that it may be possible to meet them from the allotment sanctioned by Government by utilising the savings that may be effected under one head for any extra expenditure required under other items, to which I trust that Government will have no objection.

2. As a great deal of preliminary work had to be done in the way of equipping the office, getting ready the required printed forms and registers, etc.,and as applications for shares and other communications were coming in daily and had to be promptly attended to, I have started the Bank office from the beginning of this month, with the minimum establishment of a Secretary,and a clerk and typist and a couple of peons, and shall entertain any additional staff required as the necessity therefor arises.

3. With regard to the Secretary's appointment, I beg to invite reference to the views expressed by me in my letter to Government referred to above. As some one had to be urgently appointed to the place to help in the equipment and organization of the office and sign routine papers and as the person selected had to be an active,intelligent and experienced man, who could not only attend to the office work satisfactorily, but also move about rapidly to attend to the preliminary details for the equipment, etc., of the office, I have appointed to the place for the time being and subject to the approval of the Government and of the Board, Mr.M.A.Srinivasiengar,B.A.,

retired District Sheristedar on a salary of Rs.100 per mensem from the 1st instant,. Mr.M.A.Srinivasaiengar, who recently retired from the post of District Sheristedar of Bangalore District, on a pension of Rs.75/- per mensem, has had a good official record, with a reputation for honesty and reliability. Besides his official experience, I understand that he has long been associated (as Director and sometimes as Secretary) with the management of the City Co-operative Society, the Provincial Co-operative Bank and other important co-operative institutions in the City. Though retired from service he is still quite vigorous and active and is capable of attending satisfactorily to the duties of the Secretary under my supervision. I therefore request that his appointment by me as Secretary for the time being, may be approved by Government.

****

" Copy "

K H Ramaya

Registrar.

DEPARTMENT OF CO-OPERATION 4.111. 429

Telegraphic Address:
"CO-OPERT"
BANGALORE

Office of the Registrar of Co-operative Societies
in Mysore.

O. No. 413.

Dated, Bangalore, 15th January 1930
16

Dear Mr.Rama Rao,

I request that the orders of Government may kindly be obtained early on the proposals made by the Registrar in his letter No.3454/C.S. dated 14th/20th December 1929 with regard to the scale of establishment of the Land Mortgage Bank and the rates of T.A. and sitting fees payable to the Directors and also with regard to placing the sum of Rs.7,500/- sanctioned for the purpose at the disposal of the Bank. The President of the Bank writes to say that money is urgently required to meet bills for purchase of furniture and office equipment, the pay of the Establishment etc. He says that he does not wish to utilise, if he can avoid it, the share moneys received by the Bank, for such expenditure.

Yours sincerely,
M Rama Chandra Rao

Prefer
(I believe Mr
file is with
the member)
Please send
16/1/30

N.Rama Rao,Esq.,B.A.,B.L.,
Secretary to Government of Mysore,
Development Departments, Bangalore.

Routine Notes.

[To be used only for notes, requisitions, etc., not intended for permanent record.]

Subd | yes Connected file is before
the III members (Entd in 11.1.30).

Spa 1 w 2
1.61.30 17-1 Secy. Secy) Secy 18/1/30

21/1/30

21/1

No. 4115 e1 81

DEPARTMENT OF CO-OPERATION.

GOVERNMENT OF MYSORE.

OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES IN MYSORE.

Tel Address: "CO-OPERT" BANGALORE

Dated Bangalore, 29th January 1930.

FROM

K. H. RAMAYYA, ESQ., B.A., BAR-AT-LAW,
REGISTRAR OF CO-OPERATIVE SOCIETIES
IN MYSORE, BANGALORE.

REV. SECRETARIAT
31 JAN. 1930
DEVELOPMENT BRANCH

To

N.Rama Rao, Esq., B.A., B.L.,
Secretary to Government of Mysore,
Development Departments, Bangalore.

Sir,

In continuation of my letter No.3454/C.S.dated 20th December 1929, forwarding certain proposals for the Establishment required by the Land Mortgage Bank, I have the honour to forward, herewith, extract of resolutions No.5 and 6 passed at the meeting of the Board of Directors of the Bank held on 18-1-1930 received from the President of the Bank and to request that Government may be pleased to sanction the proposals at a very early date.

I have the honour to be,
Sir,
Your most obedient servant,

K H Ramayya
Registrar.

Extract of Resolution No.5.

Utilisation of the grant of Rs.7,500 sanctioned by Government for the current official year's expenses.

"Resolved that the proposals made by the President in letter No.1 dated 5th December 1929 to Government, and letter No.13, dated 12th December 1929 to the Registrar of Co-operative Societies be approved".

Extract of Resolution No.6.

Approval of the Secretary's appointment.

"Resolved that the appointment of Mr.M.A.Srinivasiengar,B.A.,as Secretary for the time being, be approved".

****

Registrar.

General and Revenue Secretariat | File No. | of 192

Serial No.

Subd. The previous file has been submitted to the Hon'ble Member of Council on the 11th Jan 30. This will, if approved, be placed on that file after receipt—

JBJ 31.1.30 Mde Secy

Chn 1.2.30

2 30

31/2

401

Proceedings of the Government of H.H.
the Maharaja of Mysore.

Read:-

G.O. No.G.6941-4/L.M.14-29-1 dated 4th Decr. 1929 stating among other things that the Government will meet during the first year the entire working expenses of the L.M. Bank which are estimated to amount to Rs.15,000 and two-thirds of the working expenses for the second year subject to a maximum of Rs.10,000/-.

2. Correspondence ending with letter No. 3454/CS. dated 19/20th December 1929 from the Registrar of Co-operative Societies forwarding with his recommendations a copy of letter No.13 dated 12th Decr. 1929 from the President, Co-operative L.M. Bank, Bangalore in regard to the establishment etc., required for the Bank.

Order No. G.

Dated Bangalore, the

The Registrar has submitted for sanction an estimate of the establishment and other charges of the L.M. Bank for the ~~remaining 6 months of the~~ current official year on the basis of the limit of Rs.15,000 fixed in the G.O. read above and made the following recommendations--

(i) that the Bank may be given the power to utilise the savings, if any under the provision made for the establishment, for other urgent items such as, furniture, equipment, stationery.

printing etc., without affecting the scale fixed for the establishment;

(2) that the appointments of the Secretary, Accountant, Clerk, Typist and peons may be made by the Bank itself as and when necessity arises;

(3) that the valuators may be appointed by Government from among the experienced Deputy Amildars, one such appointment being made immediately; &

(4) that the action taken by the President to appoint Mr. M.A. Srinivasa Iyengar B.A., Retired District Sheristedar, as Secretary for the time being on a pay of Rs.100/- per mensem from 1-12-1929 may be approved;

(5) that the following scale of t.a. and sitting fees may be fixed for the Directors of the Bank:--

For road journeys.		4as. per mile
" Railway		Single Second Class.
" Sitting fees for each meeting of the Board.		
	President.	Rs.10/- per day.
	Directors.	Rs.7/8/0 per day.

For ordinary Directors only, the President being paid at the same rates of t.a. allowed to Retired Members of Council.

Government are pleased to approve of the recommendations of the Registrar. The scale of establishment etc., as sanctioned is appended to this order.

As regards the appointment of a valuator the Revenue Commissioner is requested to submit at an early date his recommendation for the same in consultation with

the Registrar of Co-operative Societies.

Secretary to Government.

Development Departments.

23.12.29

To

The Registrar of C.S.

" Revenue Commissioner.

" President, L.M. Bank with a covering letter.

" Deputy Commissioners of Districts.

" Comptroller to Govt., thro' Finl. Sectt.

Copy to Revenue Branch

C.R.S. App. F VI G-2]

12 Copies

SUBJECT.....

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Diary No. of letter replied to 4611

Sec ~~Con~~ n.

File No.

Serial No: 45

General and Revenue Secretariat

( )

the 192

Proceedings of the Government of His Highness the Maharaja of Mysc

Date of issue 18.2.30

Signed by Mr. C.E.N.

Read –

LO no L 6961-6/Ku
14-29-184 dt 1929 of stating
among other matters that
the Govt will limit during
the 1st yea the entire
working expenses after 2 m
Bank which are estimated
~~Order Thereon No.~~
at Rs 15000 & two-thirds of
the working expenses for the
second year, subject to a
maximum of Rs 10,000/-
2. Correspondence ending
with letter no 3454 C-8
19th/20th Dec 1929 from the
Registrar Co-operative Societies
forwarding with his recom

May this be

i Printed? } Yes

ii treated as a standing order ?

iii published in the Gazette, English Part ? } No

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette, Kannada Part ?

recommendations Copy of letter
No 13 S/R/R 1929 from the
President, L.M. Bank, Bangal
in regard to the establishment
& required for the Bank.

MR No G. 9903-14/Est/1

The Registrar, has submitted
for sanction an estimate
of the establishment & other
charges of the L.M. Bank
for the current official year
on the basis of Rs 15,000 fixed
in the G.O. read above & has
made the following recommendations:—

(1) that the Bank might be given
the power to utilise the savings,
if any, under the provision
made for the establishment,
for the other urgent items such
as furniture, Equipment, Stationery,
Printing etc without affecting
the scale fixed for the establishment

Copied by

Examined by

WD 079—GPB—5000—10-10-29

(1) that the appointments of the Secretary, Accountant, Clerk, typist & peons might be made by the Bank itself as & when necessity arises.

(3) that the valuators may be appointed by Govt from among the Dy Collectors, one such appointment being made immediately.

(4) that the action taken by the President in appointing Mr A. Srinivasa Iyengar B.A. Retd. Dy Sheristadar, as Secretary for the time being on a pay of Rs. 100 pr mensem from 1.12.1929. may be approved, and,

2) Govt are pleased to accord sanction to the issue of certain Debentures of the Land Mortgage Bank as proposed by the Registrar & Govt of the same

appended

I. R. S. G/33]

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

that the following scale of T.A. and sitting fees may be fixed for the members of the Bank:—

For road journeys. 4 as. per mile

Railway single 2nd class

sitting fee for each meeting of the Board ...

Board ... Rs 10 per day

Director ... " 7/8 " "

For ordinary directors only, the Board being placed at the same rates of T.A. as are allowed to retired members of Council

WD 2230—GPB—1,00,000—23-7-20

appended hereto. They also approve of the proposal to authorise the Bank to appoint its Accountant Clerk & Typist & the peons ~~in the~~ when necessity arises. They think however that the appointments by the Secretary should be made by the Board of Directors subject to their approval and that a suitable provision to this effect should be provided by a suitable revision of the bye-laws

~~by a suitable bye-laws provision~~ Pending such revision, in this behalf, the appointment of Mr M A Francisco Xavier as the Secretary of the Bank is approved as a temporary arrangement.

2. As regards the appointment of valuators, the Revenue Commr is requested to select competent men from among the Dt Asrs in consultation with the Regr of Cooperative Societies, and submit his recommendation for the same in consultation with the Registrar of Cooperative Societies

G. R. S. G/33]

GENERAL AND REVENUE
SECRETARIAT.

(*Continuation sheet draft form.*)

Cases where such utilisation desirable or necessary may be subd for the orders of Govt.

5. Govt await a further communication in regard to the rates of sitting fees & allces to be paid to

4. The regards item 1(4) of the Bank's requisition [illegible] ~~Lastly, as regards the utilisation of the savings~~, Govt are not in favour of empowering ~~giving power~~ to the Bank to utilise ~~their~~ savings in the provision made for establishment ~~made~~ for other purposes ~~without their approval~~.

With regard to item 5, Govt await the receipt of ~~revised~~ the further refer[ence] in the matter promised by the President in his letter of 5.12.1929 ~~proposals regarding the T.A. and sitting charges of the President & the M... of the Board of Directors from the President~~, is

S. O.

Government of his highness the Maharaja of Mysore.

GENERAL AND REVENUE DEPARTMENTS.

G. O. No. G. 9903-14—L. M. 14-29-8, dated 18th February 1930.

Mysore Co-operative Land Mortgage Bank.

Passes orders fixing the establishment and other charges of the —

READ—

Government Order No. G. 6941-4—L. M. 14-29-1, dated the 4th December 1929, stating among other matters that the Government will meet during the first year the entire working expenses of the Land Mortgage Bank, which are estimated at Rs. 15,000 and two-thirds of the working expenses for the second year, subject to a maximum of Rs. 10,000.

2. Correspondence ending with letter No. 3454—C. S., dated the 19th—20th December 1929, from the Registrar of Co-operative Societies in Mysore, forwarding with his recommendations copy of letter No. 13, dated the 12th December 1929, from the President, Land Mortgage Bank, Bangalore, in regard to the establishment, etc., required for the Bank.

ORDER THEREON No. G. 9903-14—L. M. 14-29-8, DATED 18TH FEBRUARY 1930.

The Registrar of Co-operative Societies has submitted for sanction an estimate of the establishment and other charges of the Land Mortgage Bank for the current official year on the basis of the limit of Rs. 15,000 fixed in the Government Order read above and made the following recommendations :—

(1) That the Bank be given the power to utilise the savings, if any, under the provision made for the establishment for other urgent items such as furniture, equipment, stationery, printing, etc , without affecting the scale fixed for the establishment.

(2) That the appointments of the Secretary, Accountant, Clerk, Typist and peons may be made by the Bank itself as and when necessity arises.

(3) That the valuators may be appointed by Government from among the Deputy Amildars, one such appointment being made immediately.

(4) That the action taken by the President in appointing Mr. M. A. Srinivasaiengar, B.A., Retired District Sheristedar, as Secretary for the time being on a pay of Rs. 100 per mensem, from the 1st December 1929 may be approved and

(5) That the following scale of travelling allowance and sitting fees may be fixed for the Directors of the Bank:—

For road journeys	2 annas per mile.
For Railway journey	single second class.
Sitting fees for each meeting of the Bo	
President	Rs. 10 per day.
Directors	Rs. 7-8-0 per day.

For ordinary Directors only, the President being paid at the same rates of travelling allowance as are allowed to retired Members of Council.

2. Government are pleased to accord sanction to the scale of establishment, etc., of the Land Mortgage Bank as proposed by the Registrar. A copy of the same is appended hereto. They also approve the proposal to authorise the Bank to appoint its Accountant, Clerk, and Typist and the peons when necessity arises. They think, however, that the appointment of the Secretary should be made by the Board of Directors subject to the approval of Government and that this should be provided by a suitable revision of the bye-laws. Pending such revision, the appointment of Mr. M. A. Srinivasaiengar as the Secretary of the Bank is approved as a temporary arrangement.

3. For the posts of valuators the Revenue Commissioner is requested to select competent men from the Deputy Amildars in consultation with the Registrar of Co-operative Societies and submit his recommendation to Government at an early date.

No. G. 9903-14—L. M. 14-29-8, DATED 18TH FEBRUARY 1930.

4. Government are not in favour of empowering the Bank to utilise savings in the provision made for establishment for other purposes. Cases where such utilisation is desirable or necessary may be submitted for the orders of Government.

5. Government await a further communication in regard to the rates of sitting fees and travelling allowances to be paid to the Directors.

N. RAMA RAO,
Secretary to Government,
Development Departments.

To—The Registrar of Co-operative Societies in Mysore.
The Revenue Commissioner in Mysore.
The President, Land Mortgage Bank.
The Deputy Commissioners of Districts.
The Comptroller to Government, through the Financial Secretariat.

Estimate of establishment and other charges of the Land Mortgage Bank for six months in the current official year 1929-30.

	Rate of pay	Cost of 6 months	Total cost for half-year
	Rs.	Rs.	Rs.
I. *Office staff.*—			
1. Secretary	100	600	....
2. Accountant	75	450	....
3. Clerk	50	300	....
4. Typist	40	240	....
5. Peons (3)	12	216	....
			1,806
II. *Investigation staff.*—			
1. Valuators (2)	100 plus 35	1,350 (for 5 months)	....
2. Peons (2)	12	120 (for 5 months)	....
3. Travelling allowance to above ..	....	500	....
			1,970
III. Fees and travelling allowance to Directors.	....	....	1,500
IV. *Contingencies.*—			
House rent and lighting, printing and stationery, postage, furniture and miscellaneous charges	....	....	2,200
Total			7,476

ESTIMATE OF ESTABLISHMENT AND OTHER CHARGES OF THE LAND MORTGAGE BANK FOR SIX MONTHS IN THE CURRENT OFFICIAL YEAR 1929-30.

	Rate of pay.	Cost for 6 months.	Total cost for half-year.
I. Office Staff.	Rs.	Rs.	
1. Secretary	100	600	
2. Accountant	75	450	
3. Clerk	50	300	
4. Typist	40	240	
5. Peons (3)	12	216	
			Rs. 1,806
II. Investigation Staff.			
1. Valuators (2)	100 plus 35	1,350 (for 5 months)	
2. Peons (2)	12	120 (for 5 months)	
3. T.A. to above		500	
			1,970
III. Fees and Travelling Allowance to Directors.	...	...	1,500
IV. Contingencies.			
House rent & Lighting, Printing & Stationery Postage, furniture and Miscellaneous charges	...	...	2,200
		Total ..	Rs. 7,476
			or Rs.7,500/-

K H Ramayya
Registrar.

55

9 copies

G.R.S. App. F VI G-2]

SUBJECT.....

.....

.....

Diary No. of letter replied to 4644

~~Law~~ 2075

Sec L M

File No. 14-29

Serial No. 9

General and Revenue Secretariat

( )

the 192 .

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue 18-2-30

Signed by Mr. C.E.N.

Read –

Byelaw no 66 of the Byelaws issued under the Co. no. G. S-927-8 L M 4-29-3 of 11-11-1929 about the Secretary of the Land Mortgage Bank

Mr order

May this be

i Printed?

ii treated as a standing order?

iii published in the Gazette, English Part? } Yes

iv translated?

v placed at the disposal of the press?

vi published in the Gazette, Kannada Part?

Order ~~Thereon~~ No. G. 9916-7

In the byelaws read above there is no indication as to ~~whether it is mentioned about~~ the authority competent to appoint the Secretary of the Land Mortgage Bank. ~~To appoint~~ ~~should be the~~ ~~to be made by~~ the Board of Directors subject to ...

He is a salaried officer, but is classed among the officers under the Heads of the Treasury. He is responsible for the executive administration of the Bank subject to the control of the Heads. He should, therefore, be appointed by

The bye-laws 66 sub-sec 4 are as
follows

6. ~~Such Secretary shall be~~ Add the sentence
~~related Officer~~. He shall be
appointed by the Board of
Directors & subject to the approval
of the Court" after the 1st sentence
in the bye-laws.

Draw. by to Court.

CV
12/9/30

The Bye-laws
of the Port Line Bank with a

List of enclosure.

Copied by

Examined by

S.O.

Government of his highness the Maharaja of Mysore.

GENERAL AND REVENUE DEPARTMENTS.

G. O. No. G. 9916-7—L. M. 14-29-9, dated 18th February 1930.

Mysore Co-operative Land Mortgage Bank.

Amends Bye-law 66 of the bye-laws of the —— about the appointment of a Secretary.

READ—

Bye-law No. 66 of the bye-laws issued under the Government Order No. G. 5927-8—L. M. 4-29-3, dated the 11th November 1929, about the Secretary of the Land Mortgage Bank.

ORDER THEREON No. G. 9916-7—L. M. 14-29-9, DATED 18TH FEBRUARY 1930.

In the bye-law read above, there is no indication as to the authority competent to appoint the Secretary of the Land Mortgage Bank. He is a salaried officer, but is classed among the office-bearers with the President and the Treasurer. He is responsible for the executive administration of the Bank subject to the control of the President. He should, therefore, be appointed by the Board of Directors subject to the approval of Government. The Bye-law 66 will accordingly be modified as follows:—

66—Add the sentence " He shall be appointed by the Board of Directors subject to the approval of Government " after the first sentence in the bye-law.

N. RAMA RAO,
Secretary to Government,
Development Departments.

To—The Registrar of Co-operative Societies in Mysore.
The President, Land Mortgage Bank

Exd.—P. S. R.N.

W. D. 2134—GPB—525—25-2-30

Do. 9 10932 8 7.3.30

To

The President,
Mysore Co-operative Land Mortgage
Bank, Limited, Bangalore.

4/3
Go.M 14-29-12

Dear Sir,

With reference to your letter No. dated the 5th December 1929, I am directed to invite your kind attention to Government Order No. G. 9903-14/L.M. 14-29-8 dated the 18th February 1930 in which the various points raised by you have been dealt with.

In sanctioning the tentative appointment of a Secretary, Government fully agree with you that the duties of the Secretary of the Land Mortgage Bank are of a very responsible nature and that the future of th institution depends largely on the care, caution and foresight brought to && bear on its work especially in initial stages. They therefore note &&& with appreciation that you are willing to accept the arduous responsibility of kepping in close touch with the office and giving the affairs of the Bank the benefit of your personal guidance in the initial stages. They realise what an addition this makes to your work, but in the interests of the Institution they thankfully accept the offer on the understanding that if at any time you find the strain too great, they will take steps to afford relief by employing a competent and qualified Secretary.

Yours sincerely,

11/2/30

3 3 30

Estimated Cost of working of ... for the first ...

1929-30
(6 months)

Details.		Rate of Pay.	Cost per Month.	Cost for 6 months.	Total.
I. OFFICE STAFF.					
Secretary	1	250~~+50~~ 109 Allce.	~~300~~ 100	~~2,400~~ 600	
Clerks.	1	50	50	~~400~~ 300	
Typist.	1	40	40	~~240~~	
Peons.	3	12	36	288	
Total:			~~226~~ 226 x 6	~~3,408~~ 1356	~~3,408~~ 1356
II. EXECUTIVE STAFF.					
Valuators.	2	100~~+35~~ Allce.	~~370~~ 135	2,960	
Peons.	2	12	24	192	
Travelling Allowance to above.			150	1,200	
			~~541~~ 409	~~4,352~~ 2452	~~4,352~~ 2452
III. Honorarium, Fees and Travelling Allowance to President & Directors.				1,500	1,500
IV. Auditor's fees.				~~200~~	~~200~~
V. CONTINGENCIES.					
House rent & lighting:		..	75.	600	
Furniture:		..	..	500	
Printing & Stationery.		..	..	500	
Postage & Other charges.		..	..	600	
				2,200	2,200
TOTAL:					~~8,660~~

Land Mortgage Bank

years.

Details.		Rate of Pay.	Cost per month.	Cost per year.	Total.	Remarks.
			1930-31 (12 months)			
OFFICE STAFF.						Provision is made for increas of clerical staf for the second year of working.
Secretary		250-50 Allce.	300	3,600		
Cashier.		75	75	900		
Clerks.	2	(50)(40)	90	1,080		
Typist	1	40	40	480		
Cycle Orderly	1	14	14	168		
Peons.	3	12	36	432		
			555	6,660	6,660	
EXECUTIVE STAFF:						Provision is made for 4 valu-ators for the second year. On for each selecte taluk.
Valuators.	4	150-35 Allce.	740	8,880		
Peons.	4	12	48	576		
Trav. Allce. to above. ..		..	300	3,600		
			1,088	13,056	13,056	
Honorarium, Fees & Trav. Allce. to President & Directors.				4,000	4,000	
Auditor's Fees.		..	..	200	200	
CONTINGENCIES.						
House rent & lighting:			75	900		
Printing & Stationery.			..	500		
Postage & Other Charges.			..	600		
				2,000	2,000	
TOTAL:					25,916 or R. 26,000	

16.9.29

Probable cost & Establishments of the proposed Land Mortgage Bank. 10-9-29

Scale	Estimated cost when work is fully developed after 2 years.		Estimated cost for the items & amounts given 29-30	Estimated cost for 1930-31	Remarks
Head Staff	p.m.	p.a.			
Secretary & manager (1)	250	3000			
Accountant (1)	75	900			
Treasurer (cashier) 1	75	900			
Clerk & typists (5)	240	2880			
Peons (3) orderly (1)	50	600			
		8280	3500		
Inferior Staff.					
Valuators 4.	400	4800			
Peons 4.	50	600			
TA & Labour.	250	3000.			
		8400 (b)	1500		
Honorarium for Chairman & Directors		2500			
TA & DA		1500			
		4000 (c)	2500		
Audit & fees		200	—		
Contingencies: Home Rent & Office charges		900			
Printing & Stationery		500			
Postage & Telegrams		600			
		2000	150		

(a) only the minimum Establishment required to start work will be Entertained in the first year. Further staff will be entertained according to the progress of the work

(b) Valuators will only be employed when loans are applied for. Provision has been made for 4 Valuators but it is expected that not more than 2 will be employed in the first year.

(c) Rates as per Bombay Co-operative Societies Act are proposed.

DEPARTMENT OF CO-OPERATION. 61

Telegraphic Address:
"CO-OPERT"
BANGALORE

Office of the Deputy Registrar of Co-operative Societies
in Mysore.

D. O. No.

Dated, Bangalore, 30/9 192

30/9/29

Dear Mr Ramarao,

Herewith I enclose, with many thanks, the Ceylon Mortgage Bank Committee Report which you kindly let me have the other day.

Yours sincerely

M Sreenivasamurthy

PROBABLE COST OF ESTABLISHMENT AND OTHER CHARGES OF THE PROPOSED LAND MORTGAGE BANK.

Prepared by W. K. R. Srinivasa Iyengar
10/9/29

Scale.

	Estimated cost when work is fully developed after two years.		Estimated cost for the remaining 9 months of current year 1929-30.	Estimated cost for 1930-31	Remarks.
	p.m.	p.a.			
I. OFFICE STAFF.					(a) Only the minimum establishment required to start work will be entertained in the first instance and it will be gradually increased as the work expands
Secretary or Manager (1)	250	3,000			
Accountant. (1)	75	900			
Treasurer (Cashier) (1)	75	900	(a)		
Clerks & Typist. (5)	240	2,880			
Peons (3) & Cyclist (1)	50	600			
Total:		8,280	3,500	7,000	
II. EXECUTIVE STAFF.					(b) The Valuators will be required ~~only~~ only after applications for loans come, and one Valuator may do in the first year and 2 for the second year
Valuators. (4)	400	4,800			
Peons. (4)	50	600	(b)		
T.A. to above.	250	3,000			
		8,400	1,500	4,000	
III. HONORARIUM & FEES TO PRESIDENT & DIRECTORS.	...	2,500			(c) Calculated on the basis of 20 meetings per year and a fee of Rs.7-8-0 per sitting. (which is the rate allowed in the Apex Bank)
T.A. to President & Directors	...	1,500	(c)		
		4,000	2,500	4,000	
IV. Auditors Fees.		200	..	200	
CONTINGENCIES.					
House rent & lighting Charges.	75	900			
Printing Charges & Stationery.		500			
Postage & other charges.		600			
		2,000	1,500	1,800	
TOTAL:		22,680	9,000	17,000	